#### §490.606

before the beginning of an enforcement proceeding.

## § 490.606 Proposed assessments and orders.

DOE may issue a proposed assessment of, and order to pay, a civil penalty in a written statement setting forth supporting findings of violation of the Act or a relevant regulation of this part. The proposed assessment and order shall be served on the person named therein by certified mail, return-receipt requested, and shall become final for DOE if not timely appealed pursuant to section 490.607 of this part.

## § 490.607 Appeals.

- (a) In order to exhaust administrative remedies, on or before 30 days from the date of issuance of a proposed assessment and order to pay, a person must appeal a proposed assessment and order to the Office of Hearings and Appeals, U.S. Department of Energy, 1000 Independence Avenue, SW., Washington, DC 20585.
- (b) Proceedings in the Office of Hearings and Appeals shall be subject to subpart F of 10 CFR part 1003 except
- (1) Appellant shall have the ultimate burden of persuasion;
- (2) Appellant shall have right to a trial-type hearing on contested issues of fact only if the hearing officer concludes that cross examination will materially assist in determining facts in addition to evidence available in documentary form; and
- (3) The Office of Hearings and Appeals may issue such orders as it may deem appropriate on all other procedural matters.
- (c) The determination of the Office of Hearings and Appeals shall be final for DOE.

## Subpart H—Biodiesel Fuel Use Credit

SOURCE: 64 FR 27174, May 19, 1999, unless otherwise noted.

#### § 490.701 Purpose and scope.

(a) This subpart implements provisions of the Energy Conservation Reauthorization Act of 1998 (Pub. L. 105–388)

that require, subject to some limitations, the allocation of credit to a fleet or covered person under Titles III and V of the Energy Policy Act of 1992 for the purchase of a qualifying volume of the biodiesel component of a fuel containing at least 20 percent biodiesel by volume.

(b) Fleets and covered persons may use these credits to meet, in part, their mandated alternative fueled vehicle acquisition requirements.

#### § 490.702 Definitions.

In addition to the definitions found in §490.2, the following definitions apply to this subpart—

Biodiesel means a diesel fuel substitute produced from nonpetroleum renewable resources that meets the registration requirements for fuels and fuel additives established by the Environmental Protection Agency under section 211 of the Clean Air Act; and

Qualifying volume means-

- (1) 450 gallons; or
- (2) If DOE determines by rule that the average annual alternative fuel use in light duty vehicles by fleets and covered persons exceeds 450 gallons or gallon equivalents, the amount of such average annual alternative fuel use.

# § 490.703 Biodiesel fuel use credit allocation.

- (a) DOE shall allocate to a fleet or covered person one credit for each qualifying volume of the biodiesel component of a fuel that contains at least 20 percent biodiesel by volume if:
- (1) Each qualifying volume of the biodiesel component of a fuel was purchased after November 13, 1998;
- (2) The biodiesel component of fuel is used in vehicles owned or operated by the fleet or covered person; and
- (3) The biodiesel component of the fuel is used in vehicles weighing more than 8,500 pounds gross vehicle weight rating.
- (b) No credit shall be allocated under this subpart for a purchase of the biodiesel component of a fuel if the fuel is:
- (1) For use in alternative fueled vehicles; or
  - (2) Required by Federal or State law.